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May 15, 2008

VIA ELECTRONIC FILING

Charles L.A. Terreni, Esquire
Chief Clerk & Administrator
Public Service Commission of South Carolina
101 Executive Center Drive
Columbia, South Carolina 29210

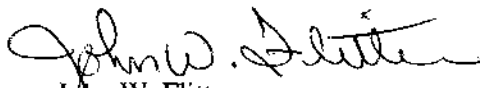
Re: Petition of South Carolina Electric & Gas Company ("SCE&G") Requesting Accounting Order
Related to Purchase of Peaking Capacity and Associated Energy
Docket No. 2008-21-E.

Dear Mr. Terreni,

This is to inform the Public Service Commission that the Office of Regulatory Staff ("ORS") has monitored and reviewed SCE&G's solicitation and awards process in the above captioned matter pertaining to the Company's purchase of 100 MWs of peaking capacity and associated energy for the summer of 2008. ORS met with the Company during the process and has reviewed the analysis and summary of the offers received in response to the solicitation. After review, ORS has no objection to the Company's selection submitted by Southern Company Services for supplying 100 MW of peaking capacity for the summer of 2008. Southern Company Services' proposal offered the best overall combination of reliability, flexibility and economy.

Thank you for the opportunity to provide our comments in this matter.

Sincerely,


John W. Flitter

JWF/swb

cc: Dan F. Arnett, Chief of Staff, SC ORS
Nanette S. Edwards, Deputy General Counsel, SC ORS
Shannon Bowyer Hudson, Attorney, SC ORS
Jeff Nelson, Attorney, SC ORS
K. Chad Burgess, Senior Counsel, SCE&G
Dr. James Spearman, Executive Assistant, PSCSC